GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1928
ANSWERED ON:26.07.2002
COMPANY LAW
CHANDRA NATH SINGH;SADASHIVRAO DADOBA MANDLIK

Will the Minister of FINANCE be pleased to state:

(a) whether the Government are contemplating to provide penal rights to DCA by making comprehensive amendments in the company law;

(b) if so, the details thereof and the time by which it is likely to be implemented;

(c) whether the Government are aware of the irregularities committed in their accounts;

(d) if so, the details of such companies; and

(e) the action taken against such companies?

Answer

MINISTER OF FINANCE AND COMPANY AFFAIRS (SHRI JASWANT SINGH)

(a): No comprehensive modification of Company Law is under consideration at present.

(b): Does not arise.

(c) to (e): Not presenting a true and fair view of accounts or manipulation of accounts is an offence punishable under sections 211 and 628 of the Companies Act, 1956 respectively. In the financial year ending 31st March, 2002, 135 prosecutions were launched under these sections.